

## S E C R E T

FBIS-0003/86  
2 January 1986

MEMORANDUM FOR: C/P&RS/DS&T

FROM:

Director, Foreign Broadcast Information Service

SUBJECT: Impact of FY-86 Budget Cut

REFERENCE: Your Telephone Request of 2 Jan 86, Same Subject

1. Per your request, the following is a list of FBIS' major programs and activities that would have to be cut or delayed if FBIS were required to reduce its FY86 budget by \$12 million. A budget cut of this magnitude would have a severe and far-reaching effect on the overall FBIS mission; it would represent 14.6% of the total FBIS budget and 25.5% of nonpersonal services.

2. In such a scenario FBIS would be forced to delay the start of the London Internet until 1 October 1986 and to change out-year Internet plans. This would reduce the FY-86 budget by \$2.6 million. We would also be forced to delay automation facilities planning and construction until FY87 and to adjust FY87 Automation plans accordingly. This would result in an additional reduction of \$1.1 million.

3. FBIS would also be required to make the following cuts from the FY86 budget:

+Automation Classified Segment	\$1.0 m
+Automation Management Reserve	2.4
+S&T Center (all n/p/s) FY86 NI	.7
+Intelligence Issues FY86 NI	.2
+S&T Units	.5
+JPRS	1.0
+Field Bureau Operating Budgets	1.5
+Engineering Support Group Base	.7
+Headquarters Management Support Base	.3

The total amount cut equals \$12 million.

All Portions SECRET

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4. We believe it impractical to close any FBIS overseas field bureaus since FY-86 termination costs exceed the operating budget of any bureau. Factors affecting these costs include severance pay for large foreign national staffs and lease termination costs.



DDS&T/FBIS/E&P:  (2 Jan 86)

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